



GOV. MSG. NO. 15

EXECUTIVE CHAMBERS
HONOLULU

DAVID Y. IGE
GOVERNOR

April 24, 2019

✓ The Honorable Ronald D. Kouchi
President of the Senate
Thirtieth State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Scott K. Saiki
Speaker of the House of Representatives
Thirtieth State Legislature
State Capitol, Room 431
Honolulu, Hawai'i 96813

Dear Senate President Kouchi and Speaker Saiki:

The University of Hawai'i Professional Assembly and the public employers reached a tentative agreement on April 18, 2019, concerning Collective Bargaining Unit 7 Employer-Union Trust Fund contributions. Ratification is not required for this contract re-opener. In accordance with Section 89-10(b), cost items must be submitted to the Legislature for appropriation. The following summary of the included and excluded requirements of the settlement for the current fiscal biennium are being transmitted to the Legislature for authorization:

	<u>FY 20</u>	<u>FY 21</u>	<u>Biennium</u>
General	\$844,032	\$3,628,951	\$4,472,983

Attached is a proposed conference draft bill for Senate Bill No. 1197 to fund the award.

With warmest regards,

David Y. Ige
Governor, State of Hawai'i

Attachment

c: Honorable Donovan M. Dela Cruz
Honorable Sylvia Luke

A BILL FOR AN ACT

RELATING TO PUBLIC EMPLOYMENT COST ITEMS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 PART I

2 SECTION 1. There are appropriated from the sources of
3 funding indicated below to health premium payments (BUF 761) the
4 following sums, or so much thereof as may be necessary, to fund
5 for fiscal biennium 2019-2021, the Hawaii employer union health
6 benefits trust fund costs in the agreement negotiated with the
7 exclusive bargaining representative of collective bargaining
8 unit (7):

	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
10 General funds	\$803,723	\$3,471,287

11 SECTION 2. Funds appropriated by this part shall be
12 allotted by the director of finance to the appropriate state
13 departments for expenditure in the respective fiscal year for
14 the purposes of this part.

15 PART II

16 SECTION 3. There are appropriated from the sources of
17 funding indicated below to health premium payments (BUF 761) the

following sums, or so much thereof as may be necessary, to fund
 for fiscal biennium 2019-2021, the Hawaii employer union health
 benefits trust fund costs authorized by chapter 89C, Hawaii
 Revised Statutes, for state officers and employees who are
 excluded from collective bargaining unit (7):

	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
General funds	\$40,309	\$157,664

SECTION 4. Funds appropriated by this part shall be
 allotted by the director of finance to the appropriate state
 departments for expenditure in the respective fiscal year for
 the purposes of this part.

PART V

SECTION 5. Salary increases and cost adjustments provided
 in this Act for any officer or employee whose compensation is
 paid, in whole or in part, from federal, special, or other funds
 shall be paid wholly or proportionately, as the case may be,
 from the respective funds.

SECTION 6. Funds appropriated or authorized by this Act
 that are not expended or encumbered by June 30, 2020, and
 June 30, 2021, of the respective fiscal years, shall lapse as of
 those dates.

S.B. NO. 1197
S.D. 2
H.D. 1
C.D. 1
PROPOSED

1 SECTION 7. This Act, upon its approval, shall take effect
2 on July 1, 2019.

S.B. NO. 1197
S.D. 2
H.D. 1
C.D. 1
PROPOSED

Report Title:

Public Employment Cost Items

Description:

To provide appropriations for collective bargaining cost items and other public employment costs for Unit (7) and their excluded counterparts, including the cost of salary adjustments negotiated between the State and the bargaining unit representative for fiscal biennium 2019-2021.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.